A HAPPY BLENDING

The amalgamated SUN AND HERALD preserves the best traditions of each. In combination these two newspapers make a greater newspaper than either has ever been on its own.

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PRICE TWO CENTS

2 DEAD, 35 HURT IN STREET CAR RIOT IN DENVER

Police Chief Among Those Injured-Fighting Becomes General.

TROOPS CALLED OUT

Men Take Refuge in Cathedral as Mob Rallies for New Attack.

MARCH ON CITY HALL

Wreck Mechanical Room of Denver 'Post,' Which Opposed the Strike.

DENVER, Aug. 5 .- Two men have been killed and thirty-five others, including the Chief of Police and a dozen patrolmen, seriously wounded in rloting here between striking street car men, their sympathizers and strikebreakers.

Vazel of Wichita, Kan., who was shot killed in a fight at the car barns, has

During the early rioting five street the campaign, it was said. cars were wrecked and the plant of the Denver Post damaged by the

Fighting Becomes General.

front of the Tramway Building, where he strikebreakers are housed, but atater, when two cars manned by strikebreakers were forced to stop by a motor halted a parade of strikers and sympaommittee from the Trades and Labor ane general and continued almost

ral and remained there until resued by the nollee.

he mob gathered in front of the Post adding just after wrecking the first in this country. was dispersed that time withut having done more than taking copies a afternoon edition from newsboys and littering the streets with them.

Denver "Post" Wrecked.

The Post has opposed the strike. At o'clock the crowd again gathered in cont of the Post, Nearly all of the windown in the present plant, a three story building, and in a new one being built next door, were broken. When Post employees hoisted an American flag over e building the rioting subsided slightly. was renewed a few minutes later

with greater vigor. mob then entered the building. fammers and spikes were thrown into the linotype machines, paper rolls were moved into the streets, water was poured the presses and the presses were

damaged by hammers. Shots were fired several times during te trouble and a number of persons here wounded. Others were injured by wing struck by flying bricks and other fured was obtainable. There was no abatement in the rioting at 10:30 P. M. More than a thousand strikers and their sympathizers who had marched to Hall for a conference with Mayor Bailey, were parading the downsection of the city when the riot ing started.

eel and the crowd proceeded to attack the motorman, beating him badly, was injured seriously when hit on the that when rioting was resumed to-night The crowd has attacked a street car and is attempting to destroy it.

MOB IN POSSESSION OF ILLINOIS TOWN

Mayor and Police Ordered to Leave During Riot. Special to THE SUN AND NEW YORK HERALD

WEST FRANKFORT, Ill., Aug. 5 .- This own is in the hands of a mob of between 3,000 and 4,000 persons, followg the finding yesterday of the bodies two murdered boys. light a photographer from Valler iil) atten

attempted to take a picture of nob. He was knocked down, his mera smashed and he was trampled to death by the mob.

Mayor Fox, all the city policemen and he Sicilian population have been given twenty-four hours to leave town or ruffer the consequences.

The mob, which had been forming all day in every section of the city, took ete charge of the telegraph and telephone wires authorities and forty persons have been badi yinjured.

Roy Martin, State's Attorney of Frankin county, has been here all day speak-ing to the mob and imploring with them perse, but without success.

rankfort Heights, a Sicilian settlement the outskirts of West Frankfort, and egan burning the town. Sheriff Watsins made a second appeal to Gov. Low-

V. Lowden has ordered five combelies of the Ninth Illinois Infantry to ing the next three or four days. proceed at once to this town, under command of Major Wilbur El Satterfield of Mount Vernon,

It's Hell Now; So Father and Sons Ask New Name

CHICAGO, Aug. 5.—Peter Hell of Chicago and his sons, Ed-ward and Fred Hell, persuaded Judge John P. McGoorty of the Circuit Court to-day to change their surname to Hall. Hell was born in Alsace-Lorraine,

Hell formerly owned a saloon in Kensington and the expression used by patrons to his business became obnoxious. They used to say: "Let's go to Hell for a drink."

HARDING NOT TO STUMP COUNTRY

Has Never Considered Abandoning His Front Porch Campaign.

MAY VISIT BIG CITIES

Trips Will Be Few and Far Between, It Is Officially

Announced.

the originally announced programme in the summer thespian imagination of a "front porch" campaign, accord- and tongue, causing that facile tongue ing to an official statement made pub- to break all erstwhile records in deallic yesterday at the Republican Na- ing with personal wealth and prosnot been identified. In this battle three tional Committee headquarters, to set pects, it found no welcome in the other men were injured, probably fa- at rest published reports to the con- offices of Montgomery, Macdonald & taily. Troops are being hurried from trary. It is not improbable, however, Fort Logan to take possession of the the nominee may make several gerald Building. speeches in the larger cities during

ment declared. "Since Senator Har- tell just how much of their money The mob at 10:30 P. M. gathered in ding announced at the time of his they intended letting the corporation nomination that he would make his use. As a matter of fact, there was fight a 'home campaign' neither Mr. pothing about the offices of the conmpted no violence. The rioting started Hays nor any other official of the national organization has tried to influence his decision.

halted a parade of strikers and sympa-thiters, who had been conducting a dem-thiters, who had been conducting a dem-thiter of the conducting a dem-thiters, who ha ommittee from the Trades and Labor peatedly to do this, but the decision that placed in their hands in exchange for there will be no barnstorming and no

It also was announced at Republican sixty days. Stradily ever since in various parts of National Committee headquarters that James G. Blaine, Jr., of Providence. It's a Foreign Exchange System. against the coaches and was ripped Thee cars were wrecked, two others grandson of the Republican candidate rere turned on their sides in front of for President who opposed Grover Clevehe last two cars took refuge inside the assume charge immediately. During the war Mr. Blaine, as director of the Department of Development, was in virtual charge of the American Red Cross work

Mr. Blaine's appointment was announced following a meeting of the executive committee attended by Will H. Hays, chairman of the Republican National Committee; Fred W. Upham of Chicago, treasurer of the National Committee: former Senator John W. Weeks of Massachusetts and Mrs, Arthur L.

Livermore. formation. Mrs. Livermore is regional director of women's activities in the East for the Mentgomery. "Don't be absurd! We Republican committee. Her territory in-know nothing about Ponzi except that Republican committee. Her territory includes the New England States. cludes the New England States. New Which we have read. We have here a York, Pennsylvania, Maryland and Delabona fide proposition that has been ware. The women of New York State tested and proved. We have one turnare being organized through campaign over already with our money. It has to ization work is progressing rapidly in and we can make three or four hundred Maine in preparation for the State and Congressional elections. Rhode Island and Massachusetts already are well organized, Mrs. Livermore said.

SHACKLED TO COP. LEAPS OVER CLIFF Cuff Breaks and Prisoner Drops Fifty Feet.

While he was being led last night along the Paterson Plank Road, which skirts the Palisades in Jersey City to have shot a strike sympathizer in the Heights, handcuffed to Patrolman Stegman of the Sixth Precinct, Natal Fabus, 29 years old, of 58 Fourteenth street, Hoboken, made a leap for liberty that wall and left him dangling from Stegman's wrist over an almost abrupt

> Stegman, who had arrested Fabus on suspicion of burgiarizing the American Chocolate Almond Factory, a few blocks away, had no desire to accompany his captive on his suicidal trip and tried to drag Fabus back. In their struggle the mer fell out of Jersey City Heights into

The Jersey City policeman fired his revolver three times and brought two Hoboken officers to the foot of the cliff. Falsus had disappeared. A search discovered the cliff jumper limping painfully down the railroad tracks. He had a sprained ankle and suffered numerous

The Hoboken police held him as a fugitive from justice until Officer Stegman appeared at the station house to extradite him,

TEN I. W. W. SEIZED IN RAID New Campaign Against Reds To

Begun in Northwest. SPONANE, Aug. 5.—Ten men said to be delegates from Industrial Workers of World locals of Washington Idaho and Oregon were arrested to-day by county, Federal and city officers, who dispersed a gathering of alleged mem-At 11 oclock to-night the mob attacked | Lers of the organization at a point seven miles northeast of this city. They wer

placed in the county jail here. The officers who conducted the arrests declared that the action is the ginning of a wholesale campaign to ar-

DR. BRUSH'S KUMYSS

OUTDOES PONZI IN PROFIT OFFER

Invites Investment on Basis of 30 Per Cent. Return in Sixty Days.

HOW? THAT'S A SECRET

But It's Foreign Exchange and Haste Is Urged in Accepting.

So Read the Circulars Mailed to 4.000-Partner Explains He Wants \$500,000.

The spirit of Charlie Ponzi, Boston's latest miracle man, is stalking the streets of New York, as the various and populous groups of actor folk who held forth yesterday in front of Senator Warren G. Harding Ismak- the Fitzgerald Building, 1482 Broading no plans for a speaking tour of way, will testify. But although that the country and will not depart from spirit of mystery had found lodgment Co., Inc., on the fifth floor of the Fitz-

The Montgomery-Macdonald corporation deals in investment securi-"There has been no formal consid- ties. There was no clamoring throng Erie Railroad, ten miles from this tant decision to the financial interests eration by the Republican campaign at its doors yesterday, nor did any of city, when an automobile he was drivofficials of a speaking tour," the state- the actor folk on the pavement below cern, within or without, that suggested that on Wednesday night they had "It is understood, however, that this mailed to nearly four thousand per-determination does not preclude the pos-halted a parade of strikers and sympa-sibility or even the likelihood of Section 1. reached the corner. There were 1,000 in swing around the circuit has not been their promissory notes would yield the parade. Fighting immediately because investor more than 30 per cent in investor more than 30 per cent. in

To begin with, the plan is not Fonal's, les Cathedra; of the Immaculate Con-land in 1884, has been appointed East- because Ponzi promised 50 per cent. in option. Strike breakers who manned ern treasurer of the committee. He will ninety days and took up his paper in forty-five days. However, just as A. H. Montgomery, member of the corporation, told a reporter for The Sun and the NEW YORK HERALD, It is not at all imconcern also may be able to take up its moments after the accident. promissory notes before the stipulated sixty days. That is to be learned after they issue the notes. They have their first promissory note of this particular sort yet to issue. A goodly number of postal cards mailed out Wednesday night by the firm returned yesterday calling in the name of the signer for more in-

"Is Ponzi back of us?" repeated Mr. do with fluctuations in foreign exchange per cent. every turnover. Percy Mc Cord, our foreign exchange expert, has worked the plan out for us. I Cord is a member of our firm. ally, we are no more willing to tell our ours the Chinese Central Government has commissioned us to float the loan of \$4,000,000 that it is

Here Is the Offer.

But before further setting forth Mr. Montgomery's explanation, which does not reveal how the turnover is made, the following letter, mailed out to the 4.600 clients of the firm on Wednesday "DEAR SIR:

Foreign exchange offers you through us \$130 within sixty days for every \$100 you invest. The details of this plan have carried him clear over the five foot trade counsellor of one of the best concerns in this country, a man who has spent his life in international business travel and who understands foreign exchange just as we do our A,

> "We therefore offer you without reservation or qualification our absolute

answer is, that knowledge and ideas canfrom us how we do it in exchange for their promise to put up some money and if we told them how they could then do it themselves without us. Therefore, we come to you with this opportunity of a lifetime to get ahead of the high cost of living and line your pockets

for the future. "This proposition is absolutely safe. You simply cannot lose the money you because the foreign exchange foundation of all business and the basis

conomic wealth. Remember this opportunity will only be open until we have taken in enough to carry on our operations on a big enough scale to realize the greatest posble profit for all concerned.
"Fill in and sign the enclosed card at ce and mail it to us-to-day.

"Sincerely yours,"
"MONTGOMERY, MACDONALD & Co., INC. (Signed) "A. H. MONTGOMERY."

Will Accept Smaller Amounts. The "enclosed printed slip" referred to parenthesis in the second paragraph of the letter reads thus;

IMPORTANT. For the convenience of the buying sublic we make these notes in the fol-

Chicago Seeks to Curb Automobile Death Toll

CHICAGO, Aug. 5.—As a result of the 281 deaths caused by automobile accidents in Chi-cago since the first of the year Coroner Peter M. Hoffman today launched a safety campaign for the education of both motorists and pedestrians and enlisted the services of 200 schoolboys, who will cooperate with him in the distribution of safety propaganda.

A day, to be known as "life saving day," is to be set, when a pamphlet giving statistics on the toll of the automobile horror, a list of dont's for both motorists and pedestrians and suggestions for the prevention of accidents will be distributed to thousands of persons.

DEVISED BY AN EXPERT 3 DEAD AS TRAIN HITS MOTOR CAR

Secretary of A. G. Spalding & Bros. Killed Near Binghamton.

AMBULANCE IN A WRECK

Four Injured in Crash at Roselle, N. J.—Pastor Is Run Down.

BINGHAMTON, Aug. 5 .- Robert J.

Hellawell of 31 Prospect Park West, Brooklyn, his wife and 10-year-old daughter were killed this afternoon at the Newberry railroad crossing of the ing was struck by a passenger train. Mr. Hellawell, who was secretary ing goods company of 124 Nassau street, Manhattan, had been in Bingtoward Scranton. The road across the railroad being obstructed by a

Mr. and Mrs. Hellawell were hurled far beyond the automobile and badly its receipt. mangled. Death was instantaneous. The little girl was found alive across

the Spalding concern for more than twenty years. A brother, Thomas Hellawell also is connected with the

1 KILLED, 4 HURT IN JERSEY CRASH

Freight Engine Hits Motor Car at Roselle.

A freight engine of the Jersey Cntral Railroad wrecked an automobile at the Mr. Mc- Linden road crossing in Roselle, N. J., early yesterday, killing Mrs. Elizabeth Hutchenson, 50 years old, of 170 Third mind telling you, however, that through street, Jersey City, and injuring four other persons. The absence of a watchman at the crossing left the police withaccident happened, it was said.

In the car with Mrs. Hutchenson were Mrs. Mary Glynn, 22 years old; her son Thomas, 5 years old, and her daughter, Marie, all of 138 Armstrong avenue, Jersey City, and Mrs. Catherine Wright of the same address. Mrs. Glynn's skull was fractured and she was taken to St. Elizabeth's Hospital, critical condition. Mrs. Wright and the two Glynn children were cut and bruised. Fred Suess, driver of the aunobile, was uninjured.

of the engine were not held by the po-An automobile struck the Rev. O. I.

lice. Engstrand, pastor of the First Swedish Baptist Church of Brooklyn, as he crossed Eighth avenue at 113th street night, inflicting injuries which notes to cost you \$100 payable by us at physicians at Bellevue Hospital believed 3130 within sixty days. (For other might cause his death. Mr. Engstrand amounts see enclosed printed slip.) suffered wounds of the head. Before "You may think, Why is this offer he had been removed from the scene ade to me—it looks too good!" The of the accident he had become delirious. The of the accident he had become delirious. Mr. Engstrand, who lives at 120 Unnot be patented or copyrighted, and the bankers would first want to find out attending a convention of evangelists at

WILSON ON CARRIAGE RIDE.

First Time He Has Not Used Auto-

WASHINGTON, Aug. 5 .- For the first son went driving to-day in a carriage. dent used the White House automobile motoring through Rock Creek Park. Mrs. Wilson accompanied the Presi dent and a secret service man sat on the box with the driver. Other secret ser vice men followed close behind in an electric runabout. Few persons recog-

the White House grounds in a drizzling Coolidge Rendy for Stump.

nized the President as his carriage left

Boston, Aug. 5 .- Gov. Coolidge said to-day he would make a tour of the in behalf of the Republican ticket if party managers decided upon such a course. Thus far no request of this sort has come to him and his cam-paign plans as Vice-Presidential candidate are in abeyance.

REVENUE RULES

Corporations. SPECIFIC CASES CITED

Regulations Differentiate

Between Dividends of

New Stock Based on Surplus Transferred to Capital Is Not Taxable.

CASH DIVIDEND IS INCOME

Profit From Sale of Stock Received as Dividend Also Taxable.

Special to THE SEN AND NEW YORK HERALD. Washington, Aug. 5.-New regulations defining taxable and non-taxable stock dividends under the recent Supreme Court decision in the case of Eisner versus McComber were issued by the Internal Revenue Bureau to-

The new regulations describe in detail the differentiation to be drawn with respect to such dividends in application of the taxing provisions of the revenue law. Up to the time of. the Supreme Court decision, March 8, the Treasury had held that all stock dividends were income and consequently taxable. This was bitterly contested, but decided adversely to the Government in the most impor-

of the country ever handed down. In the new regulations made under the decision the Treasury still holds that stock dividends are income and taxable where any cash distribution is involved either because under State incorporation laws stock dividends cannot be distributed directly or because such a course cannot be followed for other reasons.

Specific Questions Covered.

vering questions that most frequently oncoming train and tried to turn sharply into a ditch beside the track.

This he accomplished, but the top of the automobile, a sedan, swung of the surplus to capital account, is sues new stock representing the amount of the surplus so transferred and disarise are given;

"Where a corporation, being thereunto lawfully authorized, increases its afternoon," adding: capital stock and simultaneously depossible that the Montgomery, Macdonald the steering wheel, but died a few clares a cash dividend equal in amount years old and had been connected with either to keep the money for their own dividend is a cash dividend and is in-come to the stockholders whether they

cinvest it in the new shares or not Where a corporation which is not permitted under the laws of the State in which it is incorporated to issue a stock dividend increases its capital stock and at the same time declares a cash dividend under an agreement with the stockholders to reinvest the money so received in the new issue of capital

income to the stockholder. Cash Dividend Taxable.

"Where a going corporation, having surplus accumulated in part prior to held in London. March 1, 1913, and being thereunto lawfully authorized, transfers to its capital account a portion of its surplus, issues new stock representing the amount so transferred to the capital account and he told the House that "everything deout accurate information as to how the issue of stock, that portion of the divi- bring pressure to bear on everybody to dend paid in cash will be deemed to give ject to tax, but the portion of the divi- was being brought to bear on Czecho dend paid in stock will not be subject Slovakia to aid Poland with money and

"A dividend paid in stock of another of the corporation paying the dividend land and Russia being involved in the income to the stockholder at the time war, whereupon the Premier asserted the same is made available for distribuion to the full amount of the then mar- you allow the transit of munitions. The engineer and firemen in charge ket value of such stock. This ruling is based upon the decleion of the Supreme could understand that, in the event the Court of the United States in Penhody versus Eisner (247 U. S. 347), which was not modified by the case of Eisner versus McComber. If such stock be subsequently sold by the stockholder the lifference between its market value at date of receipt and the price for which it is sold is additional profit or loss to him, as the case may be

"The profit derived by a stockholder ipon the sale of stock received as a divdend is income to the stockholder and taxable as such even though the itself was not income at the time of its receipt by the stockholder. For the puror loss derived from the sale of stock received as a dividend or of the stock with respect to which such dividend was provided both the dividend stock and the stock with respect to which it is d have the same rights and prefer ences) is the quotient of the cost of the old stock (or its fair market value as of March 1, 1913, if acquired prior to that date) divided by the total number of shares of the old and new stock."

PERU HONORS U. S. WARSHIP American Sailors Are Feted During

National Holidays. Lima, Peru. Aug. 5 .- The United States cruiser Tacoma sailed from Mollendo don meeting. vesterday following a notable series of entertainments extended the Tacoma and the British crulsers Weymouth and Yarholidays.

10,000 persons in demonstration of the Peruvian national aspiration as regards Tacna and Arica, Chile, which formerly ican flags were carried in the pr

TAXABLE STOCK SO VIET REFUSES TO HALT; ARMIES WOULD NOT OBEY; WARSAW GIVEN FOR LOOT

British Naval Vessels to Blockade Russia; Rumanian Troops on the Russian Frontier

L ONDON, Aug. 6.—The Herald, the Laborite organ, says to-day that the British North Sea squadron has been ordered to the Baltic Sea and that instructions have been issued to reimpose the blockade against Russia.

Rumania is concentrating troops on the Russo-Rumanian frontier,

says a wireless despatch from Moscow. The Bavarian Traffic Council has decided to issue a proclamation to the postal and telegraph employes calling on them to prevent the conveyance of Entente troops, of arms and munitions by all means, paralyzing, if necesasry, the whole of the Bavarian transport system, says a wireless despatch from Berlin.

GENEVA, Aug. 5 .- Nikolai Lenine, Premier of the Soviet Government of Russia, has ignored the recent Rumanian ultimatum to withdraw his troops from Rumanian territory, according to the Bucharest correspondent of the Journal de Geneve.

The correspondent describes the exterior and interior situation of Rumania as extremely serious. Bolsheviki have invaded Galicia, he says, and in Bukovina a quarter of a million discontented Socialist workmen are ready to join the invaders. He adds that while Russian and German Communists are operating for a junction at Warsaw, Bulgarian, Russian and Magyar Bolsheviki are preparing to meet at Bucharest, with Constantinople as their ultimate goal.

BRITAIN URGING SOVIET SPURNS BRITISH TERMS RED ARMISTICE

Peace With Poland, Re-

ply to Note.

Have Power to Sign

With Entente.

By the Associated Press.

Wrangel's respresentatives or other

their advance until an armistice is con

to the appointed place with power to ar-

The Bolshevist answer says it is felt

undertaking the armistice negotiation

might be prolonged merely to enable Po-

fand to receive reinforcements.

The answer further points out, says

the Times, that the Soviet Government

Westfalen in Allocation.

EDINBURGH, Scotland, Aug. 5 .- Two of

the Helgoland and Westfalen, and twelve

surrendered at Rosyth to-day, where

Parts, Aug. 5.-The German battle

cruiser Regensburg, which was allotted

to France, reached Brest this morning

Copenhagen despatches in 1916 as hav

ng participated in the Skagerrak naval

badly damaged in the battle of Jutland.

In March, 1919, a Hamburg report stated

that the Regensburg, with the German

was taken possession of at Kiel by

sailors at the naval station, after the

Government troops in the station had been disarmed. The battleship Ostfries-

land, the cruiser Frankfort and three

are now on their way across the At-

Germans May Fly Own Flag.

Allen, commander in chief of the Ameri

an army of occupation, has approve

for the American sone the interallied

sublic buildings and homes.

ommission's decision to permit Ger

COBLENS, Aug. 5 .- Brig.-Gen. Henry T

cruisers Schwarzburg and Wittelsbal

The Westfalen was reported

they arrived from Kiel.

range an armistice and peace.

this action is necessary

against the Soviet.

morning.

London, Aug. 6 (Friday) .- Accord-

Lloyd George Denies Ultima- Will Only Consider Separate tum, Says He Still Presses for Peace.

ALL DEPENDS ON MOSCOW EAGER TO MEET ALLIES

If Soviets Mean to Destroy Lenine Says Bolshevist Envoys Poland, Nations Will Be Asked to Save Her.

The following rulings and examples Special Cable Despatch to THE SUN AND NEW YORK HERALD. Coppright, 1900, by THE SEN NO NEW YORK HERALD.

of the surplus so transferred and distributes the stock so issued to its stock-holders, such stock is not income to the stockholders and the stockholders incur thought that, "in view of the critical no liability for income tax by reason of state of affairs," he would "rather not make any further statement this

"But should, unfortunately, our susto the increase in its capital stock and picions be confirmed I shall make a Mr. Hellawell was about forty-five gives to its stockholders a real option full statement to the House on Monor to reinvest it in the new shares, such day as to such further naval and military action which it may be nec-

essary to take." The Premier made it clear that the report Great Britain had sent an ultimatum to the Soviet Government in Moscow was unfounded. The real situation is that the British Government is still pressing the Soviet Governstock, such dividend is subject to tax as ment to conclude an armistice with Poland on fair terms and agree to negotiate for peace at the conference aiready proposed by the Allies to be

Will Ask Everybody to Help. Lloyd George made it plain that the Allies proposed to assist Poland when then declares a dividend payable in part pends on the answer we receive from in cash and in part in shares of the new Moscow. If it is unsatisfactory we shall the necessary support to Poland. have been paid out of the surplus accu- This was in reply to a question by a mulated since March 1, 1913, and is sub- member who wanted to know if pressure

is prepared to offer Poland terms including complete independence and wider boundaries than are provided for Another member asked whether there orporation held as a part of the assets was danger of countries other than Poin the treaty of Versailles.

GERMANS SURRENDER "You don't necessarily go to war when POWERFUL WARSHIPS The Premier was asked if the Ho-Bolshevist answer to the peace proposals Britain Gets Helgoland and was unsatisfactory, pressure would not be brought to bear to cause Czecho-Sl vakia and other Russian border States to intervene with arms in the Russo Polish war. Germany's most formidable battleships,

"If the Soviet answer is not satisfactory; if it becomes clear that the Soviet authorities mean to destroy Poland, I certainly could not give the House an understanding of that kind," he replied

Peace Conference in Jeopardy.

structure of the London peace conferpose of determining the amount of gain ence which had been proposed to the Soviet Government had been jeopardized by the Bolshevist advance into Poland. No reply, he admitted had paid, the cost of each share of stock been received by the British Government to its note to the Soviet in Moscow in which the peace proposals were made. He read to the members of the House another note which was despatched to Moscow last Tuesday, following the dismissal by the Bolshevist envoys at Baranovitchi of the Polish armistice delegates, who, the former demanded must return to Warsaw for the officia lower to sign a peace agreement. This latest note from the British Foreign Office to Moscow told the Soviet officials that if they persisted in their attitude of excluding other Powers from the Russo-Polish peace negotiation there was no further reason for the Lon-

The Premier told the House of his meeting with Kameneff and Krassine the British cruliers Weymouth and Yar-mouth throughout the Peruvian national that he made it clear to them that unless the Bolsheviki entered into an A significant event was a parade of armistice with Poland immediately there would be ample grounds for the very definite suspicion that the Bolshevist leaders were insincere in their declars

Defiant Reply to Britain's Demand to Stop Advance in Poland.

FRANCE TO SEND FORCE

Germany Rejects Request to Forward Troops Across Her Territory.

DENIES ANY AID TO ALLIES

Italy to Quit East Prussia, Leaving Plebiscite Area in German Hands.

LONDON, (Friday), Aug. 6 .- The Russian Soviet's reply to Great Britain's call for a halt of the Bolshevik advance in Poland is a refusal, according to the London Times. The newspaper says the ground taken is that the armies would not obey an order to halt and will only be content when they reach Warsaw, which has been promised to them for loot.

By LAURENCE HILLS.

Staff Correspondent of THE SUN AND NEW YORK HERALD. Copyright, 1920, by THE SUN AND NEW YORK HERALD. Paris, Aug. 5 .- The French Gov-

ernment, apparently with the approval of Great Britain, is considering ways of sending French troops into Poland. In this connection the correspondent of THE SUN AND NEW YORK HERALD is informed that overtures have been made to Germany within the last forty-eight hours regarding the sending of allied troops across her territory and that these overtures have been flatly rejected by the Berlin Government, notwithstanding the fact that it was intimated that if Germany consented to this troop movement the Allies might reduce ing to the Times the answer of the their Rhine forces, thereby lessening Mostow Soviet Government to the Germany's expense in connection with British note insisting upon a direct the Army of Occupation. This deanswer as to its intentions regarding cision by Germany was announced in

Germany still believes that the best policy for her to follow is one of neu-The Soviet Government declares in trality, her officials professing confithe answer that its delegates now in dence that even should the Bolshevild London are empowered to sign a close the Danzig corridor to the Allies peace with Great Britain or any other and to the Poles Germany at least would be able to use it herself to conentente Power, but that a separate

nect East Prussia. peace with Poland is insisted upon. Germany does not expect the Bol-The Soviet Government repeats its sheviki to cross her frontier. At the willingness to join the proposed Lon-Allies any assistance toward helping don conference, but refuses to agree to the admission to it of any of Gen. French Direct Poles' Final Stand.

An official statement issued at mid-Russians who have taken up arms right by the Polish legation here says the Polish northern armies have taken The Times says the note to the British new heart and begun a vigorous coun-Government was received by M. Ka-meneff, one of the Bolshevist delegates ter offensive on two flanks, meanwhile consolidating their postions along the here Thursday night and will be handed This is understood to be the Bug River. to Premier Lloyd George this (Friday) final stand advised by Gen. Weygand, as part of Marshal Foch's strategy to save According to the Times, the note says the Bolsheviki are entitled both by mili-Warsaw. Instructions have been given for the French officers with the Polish tary and international law to continue units to take greater authority and initiative, without interfering with the pow-

cluded. They are, however, prepared to ers of Gen. Roswadowski, as Commander sign an armistice and cease hostilities immediately the Polish delegates return n Chief. French forces in Silesia, numbering less than 12,000, may be ordered to en-ter Poland, but Germany's latest rejecion of allied overtures, coupled with the refusal by railroad workers of other nations to handle trains carrying Bolsheviki fear that without such an munitions and food to the Poles, com-

plicates the question of army communi-While the French are willing to cooperate along the southern front, the Itallans have signified their intention to rithdraw immediately the battalions which have been patrolling the Allenstein plebiscite area, thus leaving that egion in the hands of the Reichswehr, without waiting remission by the Allied Council of Ambassadors. This situation s regarded as rather ominous by the French, inasmuch as it facilitates Gernan control of the entire north of Poland when the Bolsheviki cut off the

Danzig corridor.

Forty Miles From Warnaw. News received here by telephone from Berlin is to the effect that the Reds eached a point forty miles from Wardestroyers, allocated to Great Britain, saw this morning and should be able to shell the Polish capital by to-morrow afternoon if their advance continues the present rate.

During the last three days large

groups of Polish officers and men have retreated into East Prussia, where the Jermans, with meticulous scrupulousness their neutrality, promptly disarmed them and placed them in internment A new note is being sent by the German Government to the Allies asking them to turn over to Germany rolling

stock to carry Polish prisoners from East Prussia, where there are still many Polish nationals, into the interior of Germany. However, a flat denial was made by German officials to-day of the Lond Times's allegation that a secret treaty many cedes to Russia railroad materials

and products in return for valuable territorial concessions in Poland. French officials also profess to be sceptical regarding this alleged treaty. In official circles here the belief was expressed that Germany really wants to keep the Bolsheviki out

Paris, Aug. 5 .- Inspired by a wave f patriotism in the rear and encouraged by the arrival of arms and munitions the Polish army seems to be stiffening in their defence against the invasion of the Bolsheviki, who are virtually at the

By the Associated Press.

gates of Warsaw. Although but yague and somewher